

OGC 73-1470

OGC SUBJ: FEDERAL
TAXES

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CSB 73-396

3 August 1973

MEMORANDUM FOR: Chief, EA Division

SUBJECT : [] Tax Administration

REFERENCE : Your Memorandum to Director of Finance, 22 June 1973,
Subject: Change In Payment Instructions For []
And Family

1. The OF/Compensation and Tax Division contacted this office to determine how [] would be satisfying his U.S. tax liability so that they could properly payroll his earnings as requested in reference. We made a search of our files and found no record of [] Your Budget and Fiscal Office advised us that it was their understanding that he was filing a tax return and paying U.S. taxes on our income. They also advised that DCD had copies of the tax returns that he files.

2. A representative contacted DCD and obtained copies of his 1971 and 1972 tax returns. A review of the tax returns revealed that [] is reporting only a portion of his Agency income on his tax returns. For tax year 1971 he reported \$3000, when he was, in fact, paid \$8800. For tax year 1972 he was paid \$6600, but reported only \$5000. These compensation figures were provided by your Budget Office. The DCD employee, who prepares [] tax returns, was contacted regarding the tax returns, but he could not give us an explanation for the differences. It is requested that this office be provided an explanation as to why [] 1971 and 1972 Federal income tax returns did not reflect his true Agency income.

3. The action requested in reference will be held in abeyance pending a reply to this memorandum.

cc: OF/C&TD
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